

Message Text

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PAGE 01 STATE 029650

12

ORIGIN XMB-07

INFO OCT-01 ARA-16 ISO-00 EB-11 COME-00 AID-20 TRSE-00

RSC-01 /056 R

66611

DRAFTED BY: XMB:TPDOUGHTY

APPROVED BY: EB/OCA/REP:LAKLIEFORTH

XMB:CEHOUSTON

XMB:WWGLICK

EB/IFD/ODF:EMLINTON

ARA/APU:PMATHESON

----- 023611

R 132135Z FEB 74

FM SECSTATE WASHDC

TO AMEMBASSY BUENOS AIRES

UNCLAS STATE 029650

E.O. 11652: N/A

TAGS: EFIN, AR

SUBJ: RIO GRANDE PUMPED STORAGE HYDROELECTRIC PROJECT

REF: BUENOS AIRES 0614

1. NEITHER ALLIS-CHALMERS, THE RECIPIENT OF PRELIMINARY COMMITMENT NO. 74-0-2612 FOR FINANCING THE SUBJECT PROJECT, NOR THE EMBASSY HAS PRESENTED EXIMBANK WITH STRONG REASONS WHY AYEE NEEDS, AS DISTINCT FROM PREFERS, A REPAYMENT TERM FOR EXTERNAL FINANCING THAT WOULD COMMENCE 12 MONTHS RATHER THAN 6 MONTHS AFTER COMPLETION OF THE PROJECT. FROM THE INFORMATION AVAILABLE TO EXIMBANK ON THE RIO GRANDE PROJECT, EXIM HAS NO MORE OF A BASIS FOR PROVIDING THE 12 MONTHS IN THIS CASE THAN IT HAS FOR PROVIDING IT FOR SEVERAL OTHER PRELIMINARY COMMITMENTS TO FINANCE OTHER ARGENTINE PROJECTS.

2. WHILE APPRECIATING FULLY THE EMBASSY'S INTEREST IN THIS PARTICULAR PROJECT EXIM IS UNWILLING, IN THE ABSENCE OF A STRONGER SHOWING OF NEED BY AYEE, TO COMMIT TO A LONGER GRACE PERIOD AND THEREBY LEAVING EXIM ITSELF OPEN TO PRESSURES FROM SEVERAL

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DIRECTIONS TO ACCORD SIMILAR TREATMENT TO PRESENT AND FUTURE

BORROWERS WITHOUT ANY STRONG SHOWING OF NEED. KISSINGER

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: DEBT REPAYMENTS, LOAN AGREEMENTS, HYDROELECTRIC POWER PLANTS
Control Number: n/a
Copy: SINGLE
Draft Date: 13 FEB 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974STATE029650
Document Source: CORE
Document Unique ID: 00
Drafter: XMB:TPDOUGHTY
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740234/aaaabgiy.tel
Line Count: 62
Locator: TEXT ON-LINE
Office: ORIGIN XMB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: BUENOS AIRES 0614
Review Action: RELEASED, APPROVED
Review Authority: shawdg
Review Comment: n/a
Review Content Flags:
Review Date: 05 MAR 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <05 MAR 2002 by elbezefj>; APPROVED <29 NOV 2002 by shawdg>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: RIO GRANDE PUMPED STORAGE HYDROELECTRIC PROJECT
TAGS: EFIN, AR, XMB
To: BUENOS AIRES
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005